

REMARKS**Status of Claims**

Claim 10 is pending in this application and is a newly added claim by this amendments.

Claims 1-9 have been cancelled.

Claim Rejections – 35 USC §102

Claims 1, 2 were rejected by known public use or sale (DiskOnKey).

Claims 1, 2 have been cancelled.

Claim Rejections – 35 USC §103

Claims 1-4 were rejected as being unpatentable by Chiao et al in view of applicant admitted prior arts.

Claims 1-4 have been cancelled.

Claim 5 was rejected as being unpatentable by Chiao et al in view of Schneier

Claim 5 was rejected as being unpatentable by DiskOnKey in view of Schneier.

Claim 5 was rejected as being unpatentable by SanDisk in view of Schneier.

Claim 5 has been cancelled.

In view of the amendments and remarks, Applicant submits that all of the pending claims are in condition for allowance and requests early and favorable action on the merits. The Examiner is invited to telephone the undersigned, Applicant's Attorney of Record, to facilitate advancement of the present application.

Respectfully submitted,

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Date

/Ming Chow/

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